

House Study Bill 510 - Introduced

HOUSE FILE _____

BY (PROPOSED COMMITTEE ON
LOCAL GOVERNMENT BILL BY
CHAIRPERSON HIGHFILL)

A BILL FOR

1 An Act relating to the uses of remitted sales tax revenue
2 and moneys from the flood mitigation fund under the flood
3 mitigation program and including applicability provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 418.13, subsection 1, Code 2018, is
2 amended to read as follows:

3 1. Sales tax revenue remitted by the department of revenue
4 to a governmental entity under [section 418.12](#) or financial
5 assistance received by a governmental entity pursuant to
6 section 418.10 shall be deposited in the governmental entity's
7 flood project fund created for purposes of [this chapter](#) and
8 shall be used to fund the costs of the governmental entity's
9 approved project, to reimburse the governmental entity for the
10 costs of the approved project incurred after the project's
11 approval, and to pay principal and interest on bonds issued
12 pursuant to [section 418.14](#), if applicable.

13 Sec. 2. APPLICABILITY. This Act applies to the expenditure
14 of funds from a flood project fund for projects approved by the
15 flood mitigation board before, on, or after the effective date
16 of this Act.

17 EXPLANATION

18 The inclusion of this explanation does not constitute agreement with
19 the explanation's substance by the members of the general assembly.

20 The flood mitigation program established under Code chapter
21 418 authorizes specified governmental entities to seek approval
22 of flood protection projects and the use of certain sales
23 tax increment revenues or moneys from the flood mitigation
24 fund. Revenue and moneys received by the governmental entity
25 for approved projects are required to be deposited in the
26 governmental entity's flood project fund to fund the costs
27 of the approved project. This bill adds the reimbursement
28 to the governmental entity of costs of the approved project
29 incurred after the project's approval to the list of authorized
30 expenditures from the governmental entity's flood project fund.

31 The bill applies to the expenditure of funds from a flood
32 project fund for projects approved by the flood mitigation
33 board before, on, or after the effective date of the bill.